COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF BIG SANDY RURAL ELECTRIC COOPERATIVE CORPORATION FOR THE AUTHORIZATION TO BORROW NINE HUNDRED THIRTY-TWO THOUSAND DOLLARS (\$932,000) FROM THE UNITED STATES OF AMERICA, AND FOR THE AUTHORIZATION TO BORROW FOUR HUNDRED TWENTY THOUSAND DOLLARS (\$420,000) FROM THE NATIONAL RURAL UTILITIES COOPERATIVE FINANCE CORPORATION, TO BUILD EXTENSIONS AND IMPROVEMENTS ON ITS EXISTING LINES AND ADDITIONS TO THE SYSTEM, AND TO EXECUTE ITS MORTGAGE NOTE FOR SAID SUMS

CASE NO. 8328

ORDER

IT IS ORDERED that Big Sandy Rural Electric Cooperative Corporation shall file an original and five copies of the following information with the Commission by October 5, 1981. If neither the requested information nor a motion for an extension of time is filed by the stated date, the case will be dismissed.

(1) Did you look into the possibility of utilizing a supplemental lender other than the National Rural Utilities Cooperative Finance Corporation? If not, why? If so, provide a detailed explanation of the reason for selecting CFC.

- (2) Provide the projected annual debt amortization after these proposed funds are secured.
- (3) Provide an analysis of any portion, if any, of these funds that will be used to pay for construction carried over from previous work plans.
- (4) Provide details of any studies performed to determine whether these additional borrowings will necessitate an increase in your rates.
 - (5) At what date did construction begin?
- (6) Will this work be done in-house, by your own employees, or will it be contracted out? If contracted out, how was the contractor chosen, through competitive bid or negotiation?
- (7) Can the proposed construction be completed with the funds requested in this application?
- (8) Provide letters of approval for these funds from the Rural Electrification Administration and the National Rural Utilities Cooperative Finance Corporation. Have they also approved the proposed construction? If so, provide documentation of their approval.

Done at Frankfort, Kentucky, this 29th day of September,
1981.

PUBLIC SERVICE COMMISSION

Marlin hork For the Commission

ATTEST: